



Unofficial Translation

This is an unofficial translation of the proposal indicated below and it has been prepared for information purposes only. In the event of any discrepancy between this translation and the Portuguese version, the Portuguese version will prevail.

ANNOUNCEMENT

ERSE's Decision on the Certification of REN - Rede Eléctrica Nacional, S.A. and REN - Gasodutos, S.A. as Transmission Grid Operators

ERSE has issued on 9 September 2014 a decision regarding the Certification of REN - Rede Eléctrica Nacional, S.A. and REN - Gasodutos, S.A. as electricity transmission and natural gas grid operators, under a full ownership unbundling, in the condition of observing, within eight months, a set of certification conditions meant to grant the operators independence ("Decision").

The conditions imposed by ERSE's Decision include:

- Restrictions concerning shareholders of REN - Redes Energéticas Nacionais, SGPS, S.A. ("REN SGPS"): the shareholders that control companies whose object is the generation or supply of electricity or the production or supply of natural gas, are prevented from exercising any rights held in REN SGPS, notwithstanding their right to receive dividends, unless when the absence of conflicts of interests is recognized by the certifying entity.
- Restrictions concerning members of the Board of Directors or Supervisory Board of REN SGPS and the Transmission Grid Operators (TGO), which:
 - a) Cannot be appointed by shareholders that control or hold rights over companies whose object is the generation or supply of electricity or the production or supply of natural gas;



- b) Are not allowed to be part of corporate bodies in companies whose object is the generation or supply of electricity or the production or supply of natural gas.
- Amendment to the REN SGPS's by-laws, in order to comply with the restrictions included in the two bullets above.
 - Communication to ERSE, in a timely manner, of any material change that involves the conditions that were analysed within the certification proceedings.

ERSE's Decision defines additional measures of functional unbundling, as per the situation of REN Trading, S.A., and of supervision of the activities developed by REN Group and also makes reference to the current shareholders of REN SGPS and the members of the Board of Directors and Supervisory Board of REN SGPS and the TGOs.

ERSE will proceed with the analysis of the compliance with the certification conditions that are set forth in the Decision within an eight-month period.

Lisbon, 9 September 2014

REN - Redes Energéticas Nacionais, SGPS, S.A.